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2/289
RECORDATION NO. ~~21289~~ FILED

MAR 20 '98

11-05AM

2/289-A, B, C
OF COUNSEL
URBAN A. LESTER

RECORDATION NO. ~~21289~~ FILED

MAR 20 '98

11-05AM

March 20, 1998

Mr. Vernon A. Williams
Secretary
Surface Transportation Board
Washington, D.C. 20423

Re: New Jersey Transit Corporation
(1998-CCD-1)

Dear Mr. Williams:

Enclosed for recordation pursuant to the provisions of 49 U.S.C. Section 11301(a), are two (2) copies of a Memorandum of Lease Agreement, dated as of March 20, 1998, a primary document as defined in the Board's Rules for the Recordation of Documents, and two (2) copies of each of the following secondary documents related thereto: Memorandum of Sublease Agreement, Memorandum of Loan and Security Agreement and Memorandum of Leasehold Pledge Agreement.

The names and addresses of the parties to the enclosed documents are:

Lease Agreement

Head Lessor: New Jersey Transit Corporation
One Penn Plaza
Newark, New Jersey 07105

Head Lessee: Wilmington Trust Company, as Trustee
Rodney Square North
1100 North Market Street
Wilmington, Delaware 19890

Counterparts - John

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Mr. Vernon A. Williams
March 20, 1998
Page 2

Sublease Agreement 2

Lessor: Wilmington Trust Company, as Trustee
Rodney Square North
1100 North Market Street
Wilmington, Delaware 19890

Lessee: New Jersey Transit Corporation
One Penn Plaza
Newark, New Jersey 07105

Loan and Security Agreement

Trustee: Wilmington Trust Company, as Trustee
Rodney Square North
1100 North Market Street
Wilmington, Delaware 19890

Secured Party: AIG-FP Funding (Cayman) Limited
c/o Maples & Calder
PO Box 309
Grand Cayman, Cayman Islands BWI

Leasehold Pledge Agreement

Pledgor: New Jersey Transit Corporation
One Penn Plaza
Newark, New Jersey 07105

Pledgee: Wilmington Trust Company, as Trustee
Rodney Square North
1100 North Market Street
Wilmington, Delaware 19890

A description of the railroad equipment covered by the enclosed documents is set forth on Exhibit A attached to the Memoranda.

Mr. Vernon A. Williams
March 20, 1998
Page 3

Also enclosed is a check in the amount of \$96.00 payable to the order of the Surface Transportation Board covering the required recordation fee.

Kindly return one stamped copy of each of the enclosed documents to the undersigned.

Very truly yours,

A handwritten signature in black ink, appearing to read "Robert W. Alvord", with a stylized flourish at the end.

Robert W. Alvord

RWA/bg
Enclosures

**MEMORANDUM OF LOAN AND SECURITY AGREEMENT
(1998 - CCD 1)**

Memorandum of Loan and Security Agreement (1998 - CCD 1), made and entered into as of March __, 1998 between Wilmington Trust Company, not in its individual capacity, but solely as Trustee, ("Borrower"), and AIG-FP Funding (Cayman) Limited Lender, ("Lender").

WITNESSETH:

The undersigned have entered into that certain Loan and Security Agreement (1998 - CCD 1) (the "Loan Agreement"), dated as of March __, 1998, by which the Borrower has granted a security interest in a sublease of certain railroad equipment bearing serial numbers as listed on Exhibit A attached hereto, a leasehold pledge agreement and certain other collateral more fully described in the Loan Agreement to the Lender in order to secure the Borrower's performance of its obligations as described in the Loan Agreement.

IN WITNESS WHEREOF, the parties hereto have each caused this memorandum to be duly executed by their respective officers duly authorized as of the date and year first above written.


WILMINGTON TRUST COMPANY,
not in its individual capacity, but solely as Trustee

By: _____
Name:
Title:

AIG-FP FUNDING (CAYMAN) LIMITED

By _____
Name:
Title:

WILMINGTON TRUST COMPANY, not
in its individual capacity, but solely as
Trustee

By: 
Name:
Title:

W. Chris Sponenberg
Senior Financial Services Officer

Delaware

STATE OF _____)

COUNTY OF New Castle) ss:

On this 18th day of March, 1998 before me personally appeared W. Chris Sponenberg, to me personally known, who being duly sworn, says that he/she is the ~~Senior Financial Services Officer~~ Wilmington Trust Co., that said instrument was signed on behalf of said corporation by authority of its Board of Directors; and he/she acknowledged that the execution of the foregoing instrument was the free act and deed of said corporation.

Kathleen A. Pedelini
Notary Public

KATHLEEN A. PEDELINI
NOTARY PUBLIC
My Commission expires October 31, 1998

AIG-FP FUNDING (CAYMAN) LIMITED

By Kathleen M. Furlong

Name: Kathleen M. Furlong

Title: Authorized Signatory

STATE OF CONNECTICUT)

) ss. Westport

COUNTY OF FAIRFIELD)

On this 12th day of March, 1998 before me personally appeared Kathleen M. Furlong, to me personally known, who being duly sworn, says that ~~he~~/she is the Authorized Signatory of AIG-FF Funding (Cayman) Limited, that said instrument was signed on behalf of said corporation by authority of its Board of Directors; and he/she acknowledged that the execution of the foregoing instrument was the free act and deed of said corporation.



Notary Public

AMIE PETRO

NOTARY PUBLIC

MY COMMISSION EXPIRES NOV. 30, 1998

Exhibit A

CCD Rail Five, Inc. (1998-CCD 1)

	Car #	Equipment Description
1.	#1342A	Arrow III multiple unit passengers rail cars
2.	#1343B	Arrow III multiple unit passengers rail cars
3.	#1350A	Arrow III multiple unit passengers rail cars
4.	#1351B	Arrow III multiple unit passengers rail cars
5.	#1360A	Arrow III multiple unit passengers rail cars
6.	#1361B	Arrow III multiple unit passengers rail cars
7.	#1366A	Arrow III multiple unit passengers rail cars
8.	#1367B	Arrow III multiple unit passengers rail cars
9.	#1372A	Arrow III multiple unit passengers rail cars
10.	#1373B	Arrow III multiple unit passengers rail cars
11.	#1374A	Arrow III multiple unit passengers rail cars
12.	#1375B	Arrow III multiple unit passengers rail cars
13.	#1378A	Arrow III multiple unit passengers rail cars
14.	#1379B	Arrow III multiple unit passengers rail cars
15.	#1412A	Arrow III multiple unit passengers rail cars
16.	#1413B	Arrow III multiple unit passengers rail cars
17.	#1416A	Arrow III multiple unit passengers rail cars
18.	#1417B	Arrow III multiple unit passengers rail cars
19.	#1464A	Arrow III multiple unit passengers rail cars
20.	#1465B	Arrow III multiple unit passengers rail cars
21.	#1472A	Arrow III multiple unit passengers rail cars
22.	#1473B	Arrow III multiple unit passengers rail cars
23.	#1514A	Arrow III multiple unit passengers rail cars
24.	#1515B	Arrow III multiple unit passengers rail cars